

PURPOSE

This item contains Michigan Department of Health and Human Services (MDHHS) policy for allowable grantee costs.

POLICY

Allowable costs are determined by the funding source. Grantees should budget allowable costs within the grant application's budget categories.

Indirect costs are allowable as determined by the funding source. Appropriate indirect cost methods are de minimus, a federally approved rate, or a negotiated rate (for example: university rate).

A cost allocation plan (CAP) may be used by governmental entities. When a CAP is used, it is used in lieu of an indirect cost rate.

Reference title [2 CFR 200](#) for federal requirements.

CONTACT

For more information contact [MDHHS-MIEGRANTS-AGREEMENT-DOC](#).

State of Michigan employees can visit the [BGP website](#) at Inside MDHHS > About > Offices and Departments > Financial Operations > Bureau of Grants and Purchasing.